LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6808 NOTE PREPARED: Jan 5, 2015

BILL NUMBER: SB 312 BILL AMENDED:

SUBJECT: Tank Registration and Water Threat Minimization.

FIRST AUTHOR: Sen. Charbonneau BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires the owner of an above ground storage tank that has a capacity of at least 200 gallons and that is used to contain any liquid other than drinking water or residential heating fuel to register the tank with the Indiana Department of Environmental Management (IDEM).

The bill requires the person responsible for the operation of a public water system that uses surface water as a source of drinking water to develop and maintain a surface water threat minimization and response plan. It specifies certain contents that a surface water threat minimization and response plan must include and requires that the plan be submitted to and approved by the Commissioner of IDEM.

The bill also provides for the adoption of rules by the Environmental Rules Board.

Effective Date: July 1, 2015.

Explanation of State Expenditures: Summary - This bill will likely increase workload for IDEM to provide for the registration of certain above ground storage tanks and approve surface water threat minimization and response plans. The bill also provides for the adoption of rules. It is expected that the requirements of this bill should be able to be accomplished within the current levels of resources available, assuming near customary agency staffing and resource levels.

<u>Additional Information</u> - The number of tank owners anticipated to register with IDEM under the bill's requirements is likely between 3,000 and 5,000.

SB 312 1

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> The bill requires public water systems that use surface water as a source of drinking water to develop and maintain surface water threat minimization and response plans. The plans must be submitted to the Commissioner of IDEM for approval. These plans are required to include:

- (1) An evaluation of treatment and response options available in the event of the contamination of the public water system's raw water collection site.
- (2) Options for securing alternate sources of uncontaminated water for the public water system.
- (3) Procedures for the notification of all potential users of water from the public water system.
- (4) Procedures for the notification of and coordination with response agencies in the event of the contamination or a threat of contamination of the public water system's raw water collection site.
- (5) Any other contents required in rules adopted by the Environmental Rules Board.

Explanation of Local Revenues:

State Agencies Affected: Indiana Department of Environmental Management; Environmental Rules Board.

Local Agencies Affected: Local public water systems.

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SB 312 2